

JORDAN NATIONAL SHIPPING LINES COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AQABA SPECIAL ECONOMIC ZONE – JORDAN

CONSOLIDATED CONDENSED INTERIM
FINANCIAL INFORMATION FOR THE
PERIOD ENDED MARCH 31, 2024

JORDAN NATIONAL SHIPPING LINES COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AQABA SPECIAL ECONOMIC ZONE – JORDAN
CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION AND
INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE THREE MONTH ENDED MARCH 31, 2024

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INDEPENDENT AUDITOR'S REVIEW REPORT

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To the Chairman and Board of Directors Members
Jordan National Shipping Lines Company
(Public Shareholding Limited Company)
Aqaba Special Economic Zone - Jordan

Introduction

We have reviewed the accompanying consolidated condensed interim statement of financial position of Jordan National Shipping Lines Company (Public Shareholding Limited Company) as of March 31, 2024 and the related statements of profit or loss and comprehensive income and changes in owners' equity and cash flows for the three month period then ended, and a summary of significant accounting policies and other explanatory information. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with International Accounting Standard (34) Interim Financial Reporting. Our responsibility is to express an opinion on this consolidated condensed interim financial information based on our review.

Scope of Review

Except as explained in the following paragraph, we conducted our review in accordance with International Standard on Review Engagements 2410, Review of Condensed Interim Financial Information Performed by the Independent Auditor of the Company. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As a result of being denied access to the financial information, management and auditors of Smit Lamnalco Company – Jordan ("Lamnalco"), an associate accounted for by the equity method, we were unable to complete our review of the Company's equity accounted investment of approximately JD 4.3 million as of March 31, 2024 (approximately JD 4.1 million as of December 31, 2023) and the Company's share of Lamnalco's income of JD 172,748 for the period then ended (JD 178,416 for period ended March 31, 2023). Had we been able to complete our review of the equity accounted investment and the Company's share of income, matters might have come to our attention indicating that adjustments might be necessary to the consolidated condensed interim financial information.

Qualified Conclusion

Except for the adjustments to the consolidated condensed interim financial information that we might have become aware of had it not been for the situation described above, based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated condensed interim financial information is not prepared, in all material respects in accordance with International Accounting Standard (34) Interim Financial Reporting.

Amman – Jordan
April 30, 2024

Deloitte & Touche (M.E.) – Jordan

Deloitte & Touche (M.E.)
ديلويت آند توش (الشرق الأوسط)

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JORDAN NATIONAL SHIPPING LINES COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AQABA SPECIAL ECONOMIC ZONE - JORDAN

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

	Note	March 31,		December 31,	
		2024 (Reviewed)		2023 (Audited)	
		JD	JD	JD	JD
ASSETS					
Current Assets:					
Cash on hand and at banks - net	4	9,412,704	9,226,918	3,726,740	2,714,788
Accounts receivable - net	5	1,227,544	787,106	109,843	90,848
Financial assets at fair value through profit or loss	16	2,196,582	2,012,993	995,345	517,550
Due from related parties - net	6/A	136,374	4,798	1,500,000	1,560,952
Other debit balances and prepaid expenses		340,128	347,758	6,331,928	4,884,138
Inventory - hotel		36,399	77,173		
Total Current Assets		13,349,731	12,456,746		
Investments:					
Financial assets at fair value through other comprehensive income	16	3,127,639	3,124,629		
Investments in affiliate companies	7	7,312,969	6,986,783		
Investment properties - net		1,585,502	1,599,825		
Financial assets at amortized cost	12	531,000	531,000	15,000,000	15,000,000
Total Investments		12,557,110	12,242,237	3,750,000	3,750,000
Property and Equipment:				(1,330,816)	(1,339,709)
Property and equipment - at cost		25,731,464	25,561,454	11,273,109	11,269,008
Less: Accumulated depreciation		(10,462,436)	(10,207,695)	828,133	-
Net Book Value of property and equipment		15,269,028	15,353,759	29,520,426	28,679,299
Total Non-Current Assets		27,826,138	27,595,996	1,570,233	1,662,403
TOTAL ASSETS		41,175,869	40,052,742	31,090,659	30,341,702
				41,175,869	40,052,742
LIABILITIES					
Current Liabilities:					
Accounts payable and other credit balances					
Income tax provision	13				
Due to related parties	6/B				
Short - term loans and due installments	8				
Total Current Liabilities					
Long - term loans installments	8			3,753,282	4,826,902
OWNERS' EQUITY					
Shareholders' Equity:					
Paid-up capital				15,000,000	15,000,000
Statutory reserve				3,750,000	3,750,000
Investments revaluation reserve				(1,330,816)	(1,339,709)
Retained earnings				11,273,109	11,269,008
Profit for the period				828,133	-
Total Shareholders' Equity				29,520,426	28,679,299
Non-controlling interests				1,570,233	1,662,403
TOTAL OWNERS' EQUITY				31,090,659	30,341,702
TOTAL LIABILITIES AND OWNERS' EQUITY				41,175,869	40,052,742

Chairman of the Board of Directors.

General Manager

THE ACCOMPANYING NOTES CONSTITUTE AN INTEGRAL PART OF THESE CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION AND SHOULD READ WITH THEM.

JORDAN NATIONAL SHIPPING LINES COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AQABA SPECIAL ECONOMIC ZONE - JORDAN
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

	Note	For the Three Months	
		Ended March 31,	
		2024 (Reviewed)	2023 (Reviewed)
		JD	JD
Revenue:			
Net revenue from maritime agencies, sea freight and cruising vessels		808,578	912,203
Gross hotel operating revenue before other expenses		<u>248,734</u>	<u>515,174</u>
Gross Profit		1,057,312	1,427,377
<u>Less:</u> General and administrative expenses and depreciation		(885,250)	(783,587)
Information technology expenses - Hotel		(24,842)	(25,552)
Power and maintenance expenses - Hotel		(125,981)	(144,413)
Financing expenses		(103,675)	(226,591)
Gains from financial assets at fair value through profit or loss - net		183,589	288,824
Dividends return on financial assets at fair value through other comprehensive income		106,800	107,200
Company's share from investments in affiliate companies income	9	416,186	299,746
Other revenue - net		<u>142,136</u>	<u>110,953</u>
Income for the Period before Tax		766,275	1,053,957
Income tax expense	13	<u>(30,312)</u>	<u>(46,000)</u>
Income for the Period		<u><u>735,963</u></u>	<u><u>1,007,957</u></u>
Attributable to:			
The Company's shareholders		828,133	1,050,650
Non-controlling interests		<u>(92,170)</u>	<u>(42,693)</u>
		<u><u>735,963</u></u>	<u><u>1,007,957</u></u>
Earnings per share for the period attributable to the Company's shareholders:			
Basic and Diluted	10	<u><u>-/055</u></u>	<u><u>-/070</u></u>

Chairman of the Board of Directors

General Manager

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JORDAN NATIONAL SHIPPING LINES COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AQABA SPECIAL ECONOMIC ZONE - JORDAN
CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

	For the Three Months	
	Ended March 31,	
	<u>2024 (Reviewed)</u>	<u>2023 (Reviewed)</u>
	JD	JD
Income for the period	735,963	1,007,957
Items that will not be reclassified subsequently to the		
Consolidated condensed interim statement of profit or loss:		
Cumulative change in fair value - financial assets at fair value through other comprehensive income	8,410	18,503
Gain (loss) from sale of financial assets at fair value through other comprehensive income	<u>418</u>	<u>(5,825)</u>
Total Comprehensive Income	<u>744,791</u>	<u>1,020,635</u>
Total Comprehensive Income Attributable to:		
The Company's shareholders	836,961	1,063,328
Non - controlling interests	<u>(92,170)</u>	<u>(42,693)</u>
	<u>744,791</u>	<u>1,020,635</u>

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JORDAN NATIONAL SHIPPING LINES COMPANY
(A PUBLIC SHAREHOLDING LIMITED COMPANY)
AQABA SPECIAL ECONOMIC ZONE - JORDAN

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

	Note	Paid-up Capital			Statutory Reserve		Investment Revaluation Reserve		Retained Earnings		Income for the Period		Shareholders' Equity		Non-Controlling Interests		Total Owners' Equity	
		JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD	JD
		For the Three Months Ended March 31, 2024																
Balance - beginning of the period (Audited)		15,000,000	3,750,000	(1,339,709)			11,269,008	-					28,679,299	1,662,403			30,341,702	
Prior years adjustments		-	-	-			4,166	-					4,166	-			4,166	
Income for the period		-	-	-			-	-			828,133		828,133		(92,170)		735,963	
Change in fair value - financial assets at fair value through other comprehensive income		-	-	-			-	-			-		-		-		8,410	
Gain from sale of financial assets at fair value through other comprehensive income		-	-	-			-	-			-		-		-		418	
Total Comprehensive Income		-	-	-			4,584	828,133			-		841,127	(92,170)			748,957	
Transferred from investment evaluation reserve to retained earnings as a result of selling financial assets at fair value through comprehensive income		-	-	-			(483)	-			-		-		-		-	
Balance - End of the Period (Reviewed)		15,000,000	3,750,000	(1,330,816)			11,273,109	828,133			29,520,426		1,570,233				31,090,659	
For the Three Months Ended March 31, 2023																		
Balance - beginning of the period (Audited)		15,000,000	3,750,000	(1,393,350)			10,821,623	-			28,178,273	1,860,310					30,038,583	
Income for the period		-	-	-			-	1,050,650			1,050,650	(42,693)					1,007,957	
Change in fair value - financial assets at fair value through other comprehensive income		-	-	-			-	-			-		-				18,503	
(Loss) from sale of financial assets at fair value through other comprehensive income		-	-	-			(5,825)	-			(5,825)		-				(5,825)	
Total Comprehensive Income		-	-	-			(5,825)	1,050,650			1,063,328	(42,693)					1,020,635	
Transferred from investment evaluation reserve to retained earnings as a result of selling financial assets at fair value through comprehensive income		-	-	-			(7,455)	-			-		-				-	
Balance - End of the Period (Reviewed)		15,000,000	3,750,000	(1,367,392)			10,808,343	1,050,650			29,241,601	1,817,617					31,059,218	

- An amount equal to the negative balance of the investment revaluation reserve shown above shall be restricted from the retained earnings as of March 31, 2024.

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JORDAN NATIONAL SHIPPING LINES COMPANY
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
AQABA SPECIAL ECONOMIC ZONE - JORDAN
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS

	Note	For the Three Months Ended March 31,	
		2024 (Reviewed)	2023 (Reviewed)
CASH FLOWS FROM OPERATING ACTIVITIES:		JD	JD
Profit for the period before tax		766,275	1,053,957
Adjustments for:			
(Gain) on valuation on financial assets at fair value through profit or loss		(183,589)	(288,824)
Dividends from financial assets at fair value through other comprehensive income		(106,800)	(107,200)
Depreciation of property and equipment and investment properties		269,065	165,249
(Gain) from investments in affiliate companies	9	<u>(416,186)</u>	<u>(299,746)</u>
Cash Flows from Operating Activities before Changes in Working Capital		328,765	523,436
(Increase) decrease in current assets:			
Accounts receivable		(440,438)	(822,707)
Due from related parties		(131,576)	(99,424)
Other debit balances and prepaid expenses		7,630	(115,354)
Inventory - hotel		40,774	(10,645)
Increase (decrease) in current liabilities :			
Accounts payable and other credit balances		1,016,053	55,947
Due to related parties		<u>477,795</u>	<u>103,488</u>
Net Cash Flows from (Used in) Operating Activities before Income Tax Paid		1,299,003	(365,259)
Income tax paid	13	<u>(11,317)</u>	<u>(29,766)</u>
Net Cash Flows from (Used in) Operating Activities		<u>1,287,686</u>	<u>(395,025)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Dividends from investments in affiliate companies and disposals	7	90,000	60,000
(Purchase) in property and equipment - net		(170,011)	(125,986)
Decrease from financial assets at fair value through profit or loss		-	9,221
Decrease from financial assets at fair value through other comprehensive income		5,883	2,471
Dividends from financial assets at fair value through other comprehensive income - received		<u>106,800</u>	<u>107,200</u>
Net Cash Flows from Investing Activities		<u>32,672</u>	<u>52,906</u>
CASH FLOWS FROM FINANCING ACTIVITIES:			
(Decrease) increase in loans		<u>(1,134,572)</u>	<u>77,794</u>
Net Cash Flows (Used in) from Financing Activities		<u>(1,134,572)</u>	<u>77,794</u>
Net Increase (Decrease) in cash		185,786	(264,325)
Cash and Cash Equivalents - beginning of the year before provision		<u>9,339,130</u>	<u>9,090,113</u>
Cash and Cash Equivalents - End of the Period before Provision	4	<u>9,524,916</u>	<u>8,825,788</u>

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JORDAN NATIONAL SHIPPING LINES COMPANY
(A PUBLIC LIMITED SHAREHOLDING COMPANY)
NOTES TO CONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION

1. Incorporation and Activities

- According to the resolution of the Company's General Assembly, in its extraordinary meeting held on August 1, 2004, and the Companies Controller's Letter No. Msh/merger/13324 on August 30, 2004, stating the approval of his Excellency the Minister of Industry and Trade on the resolution of the Company's General Assembly to merge Jordan National Shipping Lines Company with Fast International Trade and Transport Company on June 30, 2004, a new public shareholding company was established under the name of Jordan National Shipping Lines Company with a capital of JD 5,750,000 allocated to 5,750,000 shares at a par value of JD 1 each. The Company's capital increased in several stages, the last of which was during the year 2013. Where the Company's capital became JD 15 million through capitalizing JD 2/925 million from the retained earnings and distributing it as free stock dividends to the shareholders. The proper procedures to list the stock was completed on June 19, 2013.
- The Company was also registered in Aqaba Special Economic Zone under registration number (1103110402) on 4 November 2003.
- The Company's main objectives are to carry out different types of marine transportation activities using its own ships, as well as ships on lease, in addition to carrying out marine agencies and land transportation activities.

2. Basis of Preparation

a. Basis of preparation of consolidated condensed interim financial information:

The consolidated condensed interim financial information for the three months ended March 31, 2024 have been prepared in accordance with International Accounting Standard (IAS) 34 "Interim Financial Reporting."

- The reporting currency of the consolidated condensed interim financial information is the Jordanian Dinar, which is the functional currency of the Company.
- The accompanying consolidated condensed interim financial information do not include all the information and disclosures required for the annual financial statements, which are prepared in accordance with International Financial Reporting Standards and should be read with the annual report of the Company as of December 31, 2023. In addition, the results of the Company's operations for the three months ended March 31, 2024 do not necessarily represent indications of the expected results for the year ending December 31, 2024, and do not contain appropriation of the profit for the three months period ended March 31, 2024, which is usually performed at year-end.

b. Basis of consolidation of the condensed interim financial information

- The condensed interim financial information of the subsidiaries are prepared for the same financial year, using the same accounting policies adopted by the Group. If the accounting policies adopted by the subsidiary are different from those used by the Group, the necessary adjustments to the condensed interim financial information of the subsidiary are made to comply with the accounting policies followed by the Group.
- The results of the subsidiary Companies are incorporated into the consolidated condensed interim statement of profit or loss from the effective date of acquisition, which is the date on which actual control over the subsidiaries is assumed by the Company. Moreover, the operating results of the disposed subsidiary Company's are incorporated into the condensed consolidated interim statement of profit or loss up to the effective date of disposal, which is the date on when the Company loses control over it's subsidiary.

Control is achieved when the Company:

- Has the power over the investee;
- Is exposed, or has rights, to variable returns from its involvement with the investee; and
- Has the ability to use its power to affect investee's returns.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the elements of control listed above.

When the Company has less than the majority of the voting rights of an investee, it considers that it has power over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee unilaterally. In this regard, the Group considers all relevant facts and circumstances in assessing whether or not the Company voting rights in an investee are sufficient to give it power, including:

- The size of the Company's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- Potential voting rights held by the Company, other vote holders or other parties;
- Rights arising from other contractual arrangements; and
- Any additional facts and circumstances that indicate that the Bank has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

When the Company loses control of a subsidiary, the Company performs the following;

- Derecognizes the assets (including goodwill) and liabilities of the subsidiary.
- Derecognizes the book value of any non-controlling interests.
- Derecognizes transfer difference accumulated in Owners Equity.
- Derecognizes the fair value to the next controlling party.
- Derecognizes the fair value of any investment retained.
- Derecognizes any gain or loss in income statement.
- Reclassifies owners equity already booked in other comprehensive income to the profit or loss statement as appropriate.

The non-controlling interests represents the portion not owned by the Company relating to ownership of the subsidiaries.

The subsidiaries are represented as of March 31, 2024:

	Ownership Percentage	Activity Nature	Establishment Country	Paid Up Capital
	%			JD
Jordan Group for Shipping Agencies *	70	Shipping Agency	Jordan	150,000
Jordan Maritime Complex for Real Estate Investment **	74	Investment Properties	Jordan	15,600,000

* Jordan Group for Shipping Agencies Company is 70% owned by Jordan National Shipping Lines Company whereas each of Jordan Phosphate Mines Company and Arab Potash Company owns 15% of the Company's capital of JD 150,000. The Company's objectives are to represent companies and ships that conduct marine transport activities, act as marine and commercial representatives and agents, intermediate in marine transport activities, and provide all the necessary services for ships, goods, and transporters.

** Jordan Maritime Complex for Real Estate Investment Company is 74% owned by Jordan National Shipping Lines Company and The Salam International Transport and Trading Company own 26% of the Company's capital amounted to JD 15.6 million. The Company's objectives to invest in real estate, including all types of buildings and residential apartments / complexes and lease commercial and residential real estate, including land and complexes.

c. Significant Accounting Policies

The accounting policies adopted in preparing the condensed consolidated interim financial information for the period ended March 31, 2024 are consistent with those applied in the year ended December 31, 2023. However, the following revised IFRS standards, which became effective for financial periods beginning on or after January 1, 2024, were followed in preparing the Group condensed interim financial information, which did not materially affect the amounts and disclosures contained in the condensed interim financial information for the previous period and years, noting that it may have an impact on the accounting treatment of future transactions and arrangements.:

New and amended IFRS Standards that are effective for the current year:

Amendment to IFRS 16 Leases—Lease Liability in a Sale and Leaseback

Amendments to IAS 1 Presentation of Financial Statements—Classification of Liabilities as Current or Non-current

Amendments to IAS 1 Presentation of Financial Statements—Non-current Liabilities with Covenants

Amendments to IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures—Supplier Finance Arrangements

IFRS S1 - General Requirements for Disclosure of Sustainability – related financial information*

IFRS S2 - Climate Related Disclosures*

- * Provided that the regulatory authorities in the countries in which the Company operates in to implement it, noting that no instructions have been issued regarding it until the date of the condensed consolidated interim financial statements.

IFRS Accounting Standards issued but not yet Effective.

The Group has not applied the new and revised IFRS Accounting Standards that have been issued but are not yet effective, management is in the process of assessing the impact of the new requirements.

<u>The new and revised (IFRS) for financial reporting preparation</u>	<u>Effective for annual periods beginning on or after.</u>
Amendments to IFRS 21 - In exchangeability of currency	January 1, 2025
Amendments to IFRS 18 - Presentation and disclosure in financial statements	January 1, 2027
Amendments to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures—Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	The effective date has been deferred indefinitely

The management anticipates adopting these new standards, interpretations, and amendments in the Group's condensed consolidated interim financial statements during the initial application period. Furthermore, they expect that adopting these new standards, interpretations, and amendments will not have any significant impact on the Group's condensed consolidated interim financial statements during the initial application period.

3. Judgments, estimates and risk management

The preparation of the consolidated condensed interim financial information requires management to make judgments, estimates and assumptions that affects the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the Group's annual financial statements for the year ended December 31, 2023.

The management believe that its used estimates for the preparation of the interim condensed financial information are reasonable and consistent with the estimates approved for the preparation of the consolidated financial statements for the year 2023.

4. Cash on Hand and at Banks

This item consists of the following:

	March 31, 2024 (Reviewed)	December 31, 2023 (Audited)
	JD	JD
Cash on hand and checks under collection	307,790	26,547
Deposits at banks *	6,700,220	7,196,362
Current accounts	2,516,906	2,116,221
	<u>9,524,916</u>	<u>9,339,130</u>
<u>Less:</u> Provision for expected credit loss (current Accounts and deposits at banks)	<u>(112,212)</u>	<u>(112,212)</u>
	<u>9,412,704</u>	<u>9,226,918</u>

* There is an amount of JD 2 million representing cash margins for the purpose of reducing the interest on a subsidiary company's loan, the above deposits are for a term of one month to one year and bears interest at a rate of 6.5% to 6.75% as of March 31, 2024 and December 31, 2023.

- Balances with banks are assessed as having a low credit risk resulting from default, because these banks are subject to high supervision by the Central Bank of Jordan and the central banks in each of the countries in which the Group owns bank accounts. Accordingly, the Group's management estimates the loss allowance on bank balances at the end of the financial reporting period in an amount equal to the expected credit loss over a 12-month period. Considering the historical information of default, and the current credit ratings of banks.

5. Accounts Receivable - Net

This item consists of the following:

	March 31, 2024 (Reviewed)	December 31, 2023 (Audited)
	JD	JD
Trade receivables	1,096,168	705,058
Foreign companies receivable	1,200	6,000
Ships owners receivable	106,716	26,725
Hotel guests receivable	100,478	126,341
	<u>1,304,562</u>	<u>864,124</u>
<u>Less: Provision for expected credit loss *</u>	<u>(77,018)</u>	<u>(77,018)</u>
	<u>1,227,544</u>	<u>787,106</u>

- * The movement on the provision for expected credit loss related to receivable is as follows:

	March 31, 2024 (Reviewed)	December 31, 2023 (Audited)
	JD	JD
Balance –beginning of the year	77,018	77,018
Expected credit losses during the Period/year	-	-
Balance – End of the Period / Year	<u>77,018</u>	<u>77,018</u>

The Group has adopted a policy of dealing with only creditworthy counterparties with good reputation in the market, in addition to obtaining sufficient guarantees, whenever appropriate, as a means of mitigating the risk of financial loss from defaults.

6. Related Party Balances

This item consists of the following:

a. Due from Related Parties – Net:

	Nature of Relationship	March 31, 2024 (Reviewed)	December 31, 2023 (Audited)
		JD	JD
Arab Ship Management Company	Affiliate company	130,157	2,298
Jordan National for Ship Operation Company	Affiliate company	3,717	-
Other		<u>2,500</u>	<u>2,500</u>
		<u>136,374</u>	<u>4,798</u>

b. Due to Related Parties:

	Nature of Relationship	March 31, 2024 (Reviewed)	December 31, 2023 (Audited)
		JD	JD
Salam International Transport and Trading Company	Sister company	963,166	501,099
Other		<u>32,179</u>	<u>16,451</u>
		<u>995,345</u>	<u>517,550</u>

7. Investments in Affiliate Companies

This item represents the investments in affiliate companies, which is stated according to the equity method:

Company	Nature of Business	Location	Paid-up Capital	Dividends Paid during the period ended March 31,		Company's Share from Gains in Affiliate Companies		Ownership Percentage		March 31, 2024		December 31, 2023	
				2024	2023	March 31, 2024	March 31, 2023	March 31, 2024	December 31, 2023	March 31, 2024	2024	March 31, 2023	December 31, 2023
				(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)	(Audited)
			JD	JD	JD	JD	JD	%	%	JD	JD	JD	JD
Ships													
Arab Ship Management Company	Management	Aqaba	149,000	90,000	60,000	38,483	25,141	30	30	261,506	313,023		
Jordan Academy for Maritime Studies Company	Education	Amman	2,000,000	-	-	66,435	78,864	30	30	1,635,243	1,568,808		
Smit Lamnalco Limited / Jordan	Ships services	Aqaba	500,000	-	-	172,748	178,416	27	27	4,262,551	4,089,803		
Jordanian National for Ship Operation Company	Shipping	Aqaba	700,000	-	-	138,520	17,325	50	50	1,153,669	1,015,149		
Total Investments in Affiliate Companies				90,000	60,000	416,186	299,746			7,312,969	6,986,783		

8. Long Term Loans Installments

This item consists of the following:

	March 31, 2024 (Reviewed)				December 31, 2023 (Audited)
	Due Installments	Short- term Loan Installments	Long-term Loan Installments	Total	Total
	JD	JD	JD	JD	JD
Cairo Amman Bank loan - Jordanian dinar - (A)	-	400,000	818,221	1,218,221	1,162,854
Capital Bank loan - Jordanian dinar - (B)	-	1,100,000	2,935,061	4,035,061	5,225,000
	-	1,500,000	3,753,282	5,253,282	6,387,854

- a. On November 4, 2020, a loan was granted by Cairo Amman Bank for the purpose of renewing the hotel's fixed assets with a limit of JD 2,000,000 and an interest of 3.25%. The loan is repaid over 72 months according to 20 installments, the first installment is due on January 13, 2023, with a value of JD 100,000 and the loan is disbursed as needed and based on the invoices submitted to the bank for the renewal of the hotel's fixed assets.
- b. During the month of June 2022, a loan was granted from Capital Bank for the purpose of paying the remaining part of the Alaqari Bank's loan in the amount of JD 5,500,000, at interest rate of 7.7% as of March 31, 2024, the loan is repaid in quarterly installments, excluding interest, over 20 installments, the first installments is due on October 15, 2023, with value of JD 275,000 for the installments and interest is paid on monthly basis from the grant date.

9. Company's Share from Investments in Affiliate Companies

Details of this item are as follows:

	Relationship	For the three months Ended March 31,	
		2024	2023
		(Reviewed) JD	(Reviewed) JD
Jordan Academy for Maritime Studies Company	Affiliate company	66,435	78,864
Arab Ship Management Company	Affiliate company	38,483	25,141
Smit Lamnalco Ltd Company - Jordan	Affiliate company	172,748	178,416
Jordanian national lines for operating ships	Affiliate company	138,520	17,325
		416,186	299,746

- Investment income from affiliate companies is accounted for using the equity method.

10. Earnings per Share for the Year Attributable to the Company's Shareholders

Earnings per share was calculated by dividing the income for the period by the number of shares during the period. The details are as follows:

	For the Three Months Ended March 31,	
	2024	2023
	(Reviewed) JD	(Reviewed) JD
Profit for the period - Company's Shareholders	828,133	1,050,650
Number of shares	Share 1,500,000	Share 15,000,000
Earnings per share for the period	-\055	-\070

11. Transactions with Related Parties

Related parties, as defined in International Accounting Standard 24: (Related Party Disclosures); include associate companies, major shareholders, directors and other key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. In addition to the balances mentioned in Note (6) the following transactions were carried out with related parties:

- a. Rent revenue from Arabian Ships Management Company (Associate Company) in the amount of JD 6,331 for Three months ended March 31, 2024 (JD 6,331 for three months ended March 31, 2023).
- b. Executive management's salaries and benefits for the Company and its subsidiaries:

	For the Three Months Ended March 31,	
	2024 (Reviewed)	2023 (Reviewed)
	JD	JD
Salaries, bonuses, and per diems	127,242	117,293
Board of Directors transportation allowances	27,150	29,400
	<u>154,392</u>	<u>146,693</u>

12. Financial Assets at Amortized Cost – Net

During the month of October 2023, the Group purchased 500 bonds from Arab Bank loan bonds and 25 bonds from Al Etihad Bank loan bonds. These bonds mature after five years. The details of these bonds are as follows:

	Number of Bonds	Interest Rate	Interest Maturity	Value	March 31, 2024	December 31, 2023
				JD	JD	JD
Arab Bank	500	%8	Semi annual	354,000	354,000	354,000
Al Etihad Bank	25	%8.5	Quarterly	177,000	177,000	177,000
					<u>531,000</u>	<u>531,000</u>

13. Income Tax Provision

a. Income tax provision

The movement on the income tax provision is as follows:

	March 31, 2024 (Reviewed)	December 31, 2023 (Audited)
	JD	JD
Balance – beginning of the period / year	90,848	145,638
Accrued income tax on income for the period / year	25,261	107,982
Accrued National Contribution Tax for the period / year	5,051	3,120
Income tax paid	(11,317)	(165,892)
Balance - End of the Period / Year	<u>109,843</u>	<u>90,848</u>

b. Income tax for the year shown in the consolidated condensed interim statement of profit or loss is as follows:

	For the Three Months Ended March 31,	
	2024 (Reviewed)	2023 (Reviewed)
	JD	JD
Income tax on profit for the period	30,312	46,000
	<u>30,312</u>	<u>46,000</u>

- The income tax of the Jordan National Shipping Company "the Holding company" was cleaned until the end of the year 2020 and income tax returns the years 2021 until 2022 were submitted by due dates and were not reviewed by the Income and Sales Tax Department.
- The income tax of the Jordan Group for Maritime Agencies Company (a subsidiary company) was cleaned until the end of the year 2019 and income tax returns for the years 2020, 2021 and 2022 were submitted by due dates and were not reviewed by the Income and Sales Tax Department.
- As for the Jordan Maritime Complex Real Estate Investments (a subsidiary), the income tax was cleaned until the year 2019, also the company had submitted its income tax return until 2022 and was not reviewed by the Income and Sales Tax Department.
- A provision for income tax for the period ended March 31, 2024 has been booked for Jordan National Shipping Lines Company, and Jordan Group for Shipping Agencies Company (subsidiary company) in accordance with the Income Tax Law and Aqaba Special Economic Zone Law. However, Jordan Maritime Complex for Real Estate Investments Company (subsidiary company) did not book any income tax provision since it incurred losses during that period. In the opinion of the Company's management and its tax consultant, there is no need to book any additional provision as of March 31, 2024.
- Jordan Maritime Complex for Real Estate Investments Company did not book any deferred taxes since they have not been approved yet, and no benefits are expected from them in the near future.

14. Contingent Liabilities

The Group has contingent liabilities as of consolidated condensed interim statement of financial position date representing bank guarantees of JD 55,000 with a cash margins amounted to JD 6,250.

15. Geographical Distribution

The assets and liabilities of the Group located within the Hashemite Kingdom of Jordan as of March 31, 2024 and December 31, 2023 except for the following:

a. Debts

	March 31, 2024		December 31, 2023	
	(Reviewed)		(Audited)	
	Receivables	Payables	Receivables	Payables
	JD	JD	JD	JD
Balance	<u>107,524</u>	<u>1,272,971</u>	<u>36,074</u>	<u>143,959</u>

b. Investments

	March 31, 2024	December 31,
	(Reviewed)	2023 (Audited)
	Financial Investments	
	JD	JD
Shares listed \ Unlisted on international markets	<u>483,722</u>	<u>419,835</u>
	<u>483,722</u>	<u>419,835</u>

c. Information from Gruoup Business Sectors

The following are Information from the Group business sectors allocated according to activities:

	Marine Services Sector	Hotel Services Sector	Financial investments and affiliate companies	Total	
				For the three Months Ended March 31,	
				2024 (Reviewed)	2023 (Reviewed)
	JD	JD	JD	JD	JD
Revenue	4,155,134	531,398	-	4,686,532	4,972,779
Direct cost	(3,346,556)	(282,664)	-	(3,629,220)	(3,545,402)
Business Sector Results	808,578	248,734	-	1,057,312	1,427,377
General and administrative expenses and depreciation	(458,180)	(427,070)	-	(885,250)	(783,587)
Information technology expenses	-	(24,842)	-	(24,842)	(25,552)
Power and maintenance expenses	-	(125,981)	-	(125,981)	(144,413)
Financing expenses	-	(103,675)	-	(103,675)	(226,591)
Financial assets and investments revenue	-	-	706,575	706,575	695,770
Other revenue	88,981	53,155	-	142,136	110,953
Income for the Period before Income Tax	439,379	(379,679)	706,575	766,275	1,053,957
Income tax expense	(30,312)	-	-	(30,312)	(46,000)
Income for the Period	409,067	(379,679)	706,575	735,963	1,007,957
				March 31, 2024 (Reviewed)	December 31, 2023 (Audited)
				JD	JD
<u>Other Information:</u>					
Sector Assets	13,217,027	15,321,652	12,637,190	41,175,869	40,052,742
	13,217,027	15,321,652	12,637,190	41,175,869	40,052,742
Sector Liabilities	3,105,420	6,979,790	-	10,085,210	9,711,040
	3,105,420	6,979,790	-	10,085,210	9,711,040

16. Fair Value Hierarchy

a. Fair value of financial assets and financial liabilities measured at fair value on a recurring basis:

Some of the financial assets and financial liabilities are measured at fair value at the end of each reporting period. The following table gives information about how the fair value of these financial assets and financial liabilities are determined (valuation techniques and key inputs):

Financial Assets	Fair Value		Fair Value Hierarchy	Valuation Techniques and Key Inputs	Significant Unobservable Inputs	Relationship of Unobservable Inputs to Fair Value
	March 31, 2024 (Reviewed)	December 31, 2023 (Audited)				
	JD	JD				
Financial assets at fair value						
Financial assets at fair value through profit or loss:						
Quoted shares	2,125,682	1,942,093	Level 1	Quoted Shares		
				Through using the equity method and the latest available financial information		
Unquoted shares	70,900	70,900	Level 3		Not Applicable	Not Applicable
	2,196,582	2,012,993				
Financial assets at fair value through other comprehensive income:						
Quoted Shares	2,977,950	2,974,940	Level 1	Quoted Shares	Not Applicable	Not Applicable
				Through using the equity method and the latest available financial information		
Unquoted Shares	149,689	149,689	Level 2		Not Applicable	Not Applicable
	3,127,639	3,124,629				
Total Financial Assets at Fair Value	5,324,221	5,137,622				

There were no transfers between Level 1 and Level 2 during the first quarter 2024 and 2023.

17. Approval of the Condensed Consolidated Interim Financial Information

This consolidated condensed interim financial information were approved by the Board of Directors and authorized for issue on April 29, 2024.

18. Subsequent Events

Subsequent to the date of the condensed consolidated interim financial information, the shareholders' General Assembly in their meeting held on April 28, 2024 approved the recommendation of the board of director to distribute JD 2,700,000 as cash dividends to the shareholders, representing 18% of its paid-up capital.